



NORTH CAROLINA GENERAL ASSEMBLY

Session 2021

Fiscal Analysis Memorandum

CONFIDENTIAL

Requestor: Senators Daniel, Rabon, and Newton
Analyst(s): Rodney Bizzell
RE: Senate Bill 347 (First Edition)

SUMMARY TABLE

FISCAL IMPACT OF S.B.347, V.1					
	<u>FY 2021-22</u>	<u>FY 2022-23</u>	<u>FY 2023-24</u>	<u>FY 2024-25</u>	<u>FY 2025-26</u>
State Impact					
General Fund Revenue	No estimate available - minimal impact.				
Less Expenditures	-	-	-	-	-
General Fund Impact		-	-	-	-

FISCAL IMPACT SUMMARY

Section 5.(b) would provide that if a licensed captive insurance company formed and licensed in another jurisdiction redomesticates to North Carolina prior to December 31, 2022, it is exempted from premium taxes otherwise due for the remainder of the year and for the calendar year following its redomestication. This provision would expire for taxable years beginning on or after January 1, 2024.

FISCAL ANALYSIS

Because the number of captive insurance companies redomesticating to North Carolina during the exemption timeframe is unknown, no estimate is available; however, the fiscal impact is expected to be minimal.

TECHNICAL CONSIDERATIONS

N/A.

DATA SOURCES

NC Department of Revenue

FISCAL ANALYSIS MEMORANDUM – PURPOSE AND LIMITATIONS

This document is a fiscal analysis of a bill, draft bill, amendment, committee substitute, or conference committee report that is confidential under Chapter 120 of the General Statutes. The



estimates in this analysis are based on the data, assumptions, and methodology described in the Fiscal Analysis section of this document. This document only addresses sections of the bill that have projected direct fiscal impacts on State or local governments and does not address sections that have no projected fiscal impacts. This document is not an official fiscal note. If a formal fiscal note is requested, please email your request to the Fiscal Research Division at FiscalNoteRequests@ncleg.net or call (919) 733-4910.

